

CAO Cv INSTRUCTION 10-1
A BASIC METHOD FOR CALCULATING INTEREST ON A JUDGMENT

Step 1: Multiply \$ $\frac{\text{[J]}}{\text{judgment amount}} \times \frac{\text{[I]}}{\text{interest rate}} \% = \frac{\text{[A]}}{\text{annual amount of interest due}}$

Step 2: Divide [A] by 365 = [DI] the daily interest amount

Step 3: Multiply the daily interest amount [DI] times the number of days since the date of judgment to determine the amount of interest owed

Example: Judgment of \$2000; interest rate of 6% per year; 37 days since the date the judgment was entered

1. \$2000 X .06 = \$120 annual interest
2. \$120/365 = \$.329 per day
3. \$.329 X 37 days = \$12.17 interest owed.

Each year, the legal rate of interest for an Idaho judgment is computed by the Idaho State Treasurer's Office, Idaho Code 28-22-104.

Click on: <http://sto.idaho.gov/Reports/LegalRateOfInterest.aspx> for a report.